

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS

In re: §
§
OPTOBIONICS CORPORATION § Case No. 07-08141
§
Debtor(s) §

TRUSTEE'S FINAL REPORT (TFR)

The undersigned trustee hereby makes this Final Report and states as follows:

1. The debtor filed a petition under chapter 7 of the United States Bankruptcy Code on 05/03/2007 . The undersigned trustee was appointed on 05/24/2007 .

2. The trustee faithfully and properly fulfilled the duties enumerated in 11 U.S.C. §704.

3. All scheduled and known assets of the estate have been reduced to cash, released to the debtor as exempt property pursuant to 11 U.S.C. § 522, or have been or will be abandoned pursuant to 11 U.S.C. § 554. An individual estate property record and report showing the disposition of all property of the estate is attached as **Exhibit A**.

4. The trustee realized gross receipts of \$ 730,296.76

Funds were disbursed in the following amounts:

Administrative expenses	80,728.46
Payments to creditors	459,116.61
Non-estate funds paid to 3 rd Parties	0.00
Payments to the debtor	0.00
Leaving a balance on hand of ¹	\$ 190,451.69

The remaining funds are available for distribution.

5. Attached as **Exhibit B** is a cash receipts and disbursements record for each estate bank account.

6. The deadline for filing claims in this case was 11/15/2007 . All claims of each class which will receive a distribution have been examined and any objections to the allowance of

¹ The balance of funds on hand in the estate may continue to earn interest until disbursed. The interest earned prior to disbursement will be distributed pro rata to creditors within each priority category. The trustee may receive additional compensation not to exceed the maximum compensation set forth under 11 U.S.C. §326(a) on account of the disbursement of the additional interest.

claims have been resolved. If applicable, a claims analysis, explaining why payment on any claim is not being made, is attached as **Exhibit C**.

7. The Trustee's proposed distribution is attached as **Exhibit D**.

8. Pursuant to 11 U.S.C. § 326(a), the maximum compensation allowable to the trustee is \$ 34,764.84 . To the extent that additional interest is earned before case closing, the maximum compensation may increase.

The trustee has received \$ 0.00 as interim compensation and now requests a sum of \$ 34,764.84 , for a total compensation of \$ 34,764.84 . In addition, the trustee received reimbursement for reasonable and necessary expenses in the amount of \$ 0.00 , and now requests reimbursement for expenses of \$ 1,712.08 , for total expenses of \$ 1,712.08 .

Pursuant to Fed R Bank P 5009, I hereby certify, under penalty of perjury, that the foregoing report is true and correct.

Date: 03/18/2010

By: /s/BRENDA PORTER HELMS, TRUSTEE
Trustee

STATEMENT: This Uniform Form is associated with an open bankruptcy case, therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

FORM 1
INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT
ASSET CASES

Case No: 07-08141 SQU Judge: JOHN SQUIRES

Trustee Name: BRENDA PORTER HELMS, TRUSTEE

Case Name: OPTOBIONICS CORPORATION

Date Filed (f) or Converted (c): 05/03/07 (f)

341(a) Meeting Date: 07/17/07

For Period Ending: 03/18/10

Claims Bar Date: 11/15/07

1	2	3	4	5	6
Asset Description (Scheduled and Unscheduled (u) Property)	Petition/ Unscheduled Values	Estimated Net Value (Value Determined by Trustee, Less Liens, Exemptions, and Other Costs)	Property Abandoned OA=554(a) DA=554(c)	Sale/Funds Received by the Estate	Asset Fully Administered (FA) Gross Value of Remaining Assets
1. Insurance refund (u)	Unknown	0.00		1,047.00	FA
2. UBS STANDBY LETTER OF CREDIT (u)	227,108.00	0.00		140,388.94	FA
3. Post-Petition Interest Deposits (u)	Unknown	N/A		1,438.70	Unknown
4. VOID (u)	Unknown	0.00		0.00	FA
5. Equipment and supplies	17,441.24	0.00		11,000.00	FA
6. Patents	Unknown	535,000.00		435,000.00	FA
7. Destiny Health plan termination (u)	Unknown	0.00		10,082.60	FA
8. Murray & Murray retainer (u)	Unknown	0.00		1,877.98	FA
9. BANK ONE CHECKING ACCOUNTS (2)	25,274.55	0.00		15,631.92	FA
10. UBS SELECT MONEY MARKET FUND Same funds as held under UBS Standby Letter of Credit, #2, above	269,169.76	0.00		0.00	FA
11. Stuart Leeb security deposit	18,650.00	0.00	DA	0.00	FA
12. Pennsylvania Properties security deposit	14,214.00	0.00	DA	0.00	FA
13. Oxford Instruments	69,418.00	0.00	DA	0.00	FA
14. VISX Sublicense	Unknown	Unknown		0.00	FA
15. Machinery Fixtures & Equipment	1,910,849.43	0.00		4,000.00	FA
16. VOID (u)	Unknown	0.00		0.00	FA
17. Vedder Price retainer (u)	Unknown	3,032.00		6,064.00	FA
18. CA tax refund (u)	Unknown	0.00		1,128.34	FA
19. domain and trade names (u)	Unknown	0.00		5,000.00	FA

TOTALS (Excluding Unknown Values)

\$2,552,124.98

\$538,032.00

\$632,659.48

Value of Remaining Assets

\$0.00

(Total Dollar Amount
in Column 6)

Major activities affecting case closing which are not reflected above, and matters pending, date of hearing or sale, and other action:

Initial Projected Date of Final Report (TFR): 12/30/09

Current Projected Date of Final Report (TFR): 12/30/09

/s/ BRENDA PORTER HELMS, TRUSTEE

Date: 03/18/10

BRENDA PORTER HELMS, TRUSTEE

Exhibit A

Case No: 07-08141 -SQU
Case Name: OPTOBIONIC'S CORPORATION

Trustee Name: BRENDA PORTER HELMS, TRUSTEE
Bank Name: BANK OF AMERICA, N.A.
Account Number / CD #: *****5826 Money Market - Interest Bearing

Taxpayer ID No: *****0000
For Period Ending: 03/18/10

Blanket Bond (per case limit): \$ 5,000,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Trans. Code	Deposits (\$)	Disbursements (\$)	Account CD Balance (\$)
07 10 07	1	William Gallagher Associates 470 Atlantic Ave Boston MA 02210	Insurance refund	1229-000	1,047.00		1,047.00
07 10 07	000101	Albany Bank & Trust Company 3400 W. Lawrence Ave Chicago IL 60625	UCC searches (4)	2990-000		168.00	879.00
07 24 07	2	Hamilo Partners MRI 300 Park Blvd Suite 500 Itasca IL 60143	Rent refund	1222-000	565.61		1,444.61
07 24 07	2	Hamilton Lakes Partners 300 Park Blvd Suite 500 Itasca IL 60143	Rent refund	1222-000	103.67		1,548.28
07 26 07		Foley & Lardner on behalf of IMI	wire transfer of earnest money depo	1129-000	100,000.00		101,548.28
07 31 07	3	BANK OF AMERICA, N.A.	Interest Rate 1.000	1270-000	41.70		101,589.98
08 22 07	000102	James & Thomas Inc. 6N397 Carron Road #100 St. Charles IL 60175	payment of Tribure advertising	2500-000		6,073.62	95,516.36
08 24 07	2	UBS Financial Services One N. Wacker Dr. #2500 Chicago IL 60606	turnover of L/C from landlord	1129-000	140,388.94		235,905.30
08 31 07	3	BANK OF AMERICA, N.A.	Interest Rate 1.000	1270-000	97.42		236,002.72
09 14 07	5	Johns Hopkins Accts Pauable Service P.O. Box 33499 Baltimore MD 21218	sale of pers prop to Johns Hopkins	1129-000	1,000.00		237,002.72
09 20 07	000103	Franchise Tax Board P.O. Box 942857 Sacramento CA 94257	franchise tax	2820-000		800.00	236,202.72
09 20 07	000104	Franchise Tax Board P.O. Box 942857 Sacramento CA 94257-0531	franchise tax	2820-000		1,084.00	235,118.72
09 28 07	3	BANK OF AMERICA, N.A.	Interest Rate 0.750	1270-000	150.39		235,269.11
10 31 07	3	BANK OF AMERICA, N.A.	Interest Rate 0.750	1270-000	158.80		235,427.91
11 07 07	6	IMI	wire transfer of purchase price	1129-000	435,000.00		670,427.91
11 07 07	000105	ARCH Venture Fund III, L.P.	payoff secured note	4210-000		56,150.93	614,276.98
11 07 07	000106	ARCH Venture Fund V, L.P.	payoff secured note	4210-000		33,509.72	580,767.26
11 07 07	000107	ARCH Entrepreneurs Fund L.P.	4210 payoff secured note	4210-000		905.71	579,861.55
11 07 07	000108	Polaris Venture Partners, L.P.	payoff secured note	4210-000		52,189.58	527,671.97
11 07 07	000109	Polaris Venture Partners Founders' Fund L.P.	payoff secured note	4210-000		3,053.58	524,618.39
11 07 07	000110	Polaris Venture Partners III, L.P.	payoff secured note	4210-000		33,909.86	490,708.53
11 07 07	000111	Polaris Venture Partners Entrepreneurs' Fund III, L.P.	payoff secured note	4210-000		879.16	489,829.37
11 07 07	000112	Polaris Venture Partners Founders' Fund III, L.P.	payoff secured note	4210-000		533.42	489,295.95
11 07 07	000113	Advanced Technology Ventures V, L.P.	payoff secured note	4210-000		87,379.50	401,916.45
11 07 07	000114	ATV Entrepreneurs V, L.P.	payoff secured note	4210-000		3,186.87	398,729.58

Exhibit B

Case No: 07-08141 -SQU
Case Name: OPTOBIONICS CORPORATION

Trustee Name: BRENDA PORTER HELMS, TRUSTEE
Bank Name: BANK OF AMERICA, N.A.
Account Number / CD #: *****5826 Money Market - Interest Bearing

Taxpayer ID No: *****0000

For Period Ending: 03/18/10

Blanket Bond (per case limit): \$ 5,000,000.00

Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Trans. Code	Deposits (\$)	Disbursements (\$)	Account CD Balance (\$)
11 07 07	000115	Medtronic International, Ltd.	payoff secured note	4210-000		90,566.37	308,163.21
11 30 07	3	BANK OF AMERICA, N.A.	Interest Rate 0.650	1270-000	275.92		308,439.13
12 07 07	7	Destiny Health Insurance Co 200 W. Monroe St. Suite 2100 Chicago IL 60606	health plan termination	1229-000	10,082.60		318,521.73
12 13 07	000116	Springer Brown Covey Gaertner & Davis	ATTORNEY FEES	3210-000		22,260.00	296,261.73
12 13 07	000117	Springer Brown Covey Gaertner & Davis	attorney expenses	3220-000		486.90	295,774.83
12 13 07	000118	Alan D. Lasko & Associates, P.C.	accountant fees	3410-000		11,931.20	283,843.63
12 13 07	000119	Vedder Price Kaufman & Kammholz	attorneys expenses	3220-000		25,054.43	258,789.20
12 13 07	000120	Vedder Price Kaufman & Kammholz	ATTORNEYS FEES	3210-000		11,949.50	246,839.70
12 13 07	000121	Alan D. Lasko & Associates P.C.	accountant expenses	3420-000		297.20	246,542.50
12 26 07	8	Murray & Murray 19330 Stevens Creek Blvd #100 Cupertino CA 95014	turnover of retainer ACH credit received 3/2/10; check deposited and cleared 12/26/07	1229-000	1,877.98		248,420.48
12 31 07	3	BANK OF AMERICA, N.A.	Interest Rate 0.500	1270-000	137.55		248,558.03
01 31 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.400	1270-000	97.74		248,655.77
02 01 08	000122	Paychex 1000 E. Warrenville Road Naperville IL 60563	2007 W-2s	2990-000		107.25	248,548.52
02 14 08	000123	International Sureties Ltd 701 Polydras St New Orleans LA 70139	trustee bond	2300-000		277.16	248,271.36
02 20 08	17	Vedder Price 222 N. LaSalle Street Chicago IL 60601	refund of attorneys retainer	1290-000	3,032.00		251,303.36
02 25 08	5	Alan Y. chow MD 386 Pennsylvania Ave Ste 3N Glen Ellyn IL 60137	sale of personal property	1129-000	10,000.00		261,303.36
02 29 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.300	1270-000	58.82		261,362.18
03 19 08	15	Chicago Liquidators Services P.O. Box 410341 Chicago IL 60641	sale of Naperville furniture	1129-000	4,000.00		265,362.18
03 19 08	000124	Paychex	3rd Quarter 941 preparation	2990-000		50.00	265,312.18
03 31 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.250	1270-000	61.53		265,373.71
04 30 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.250	1270-000	54.00		265,427.71
05 30 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.150	1270-000	33.48		265,461.19
06 30 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.150	1270-000	32.41		265,493.60
07 31 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.150	1270-000	33.49		265,527.09
08 05 08	18	State of California Franchise Tax Board P.O. Box 942857 Sacramento CA 94257		1224-000	1,128.34		266,655.43
08 29 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.150	1270-000	33.59		266,689.02
09 10 08	19	Alan Chow 386 Pennsylvania Ave. Ste 3N Glen Ellyn IL 60137	sale of domain and trade names	1229-000	5,000.00		271,689.02
09 30 08	3	BANK OF AMERICA, N.A.	Interest Rate 0.150	1270-000	32.89		271,721.91
10 06 08	000125	Alan Chow 191 Palamino Place	payoff secured lien			96,851.91	174,870.00

ESTATE CASE RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-08141 -SQU
Case Name: OPTOBIONICS CORPORATION

Trustee Name: BRENDA PORTER HELMS, TRUSTEE
Bank Name: BANK OF AMERICA, N.A.
Account Number / CD #: *****5826 Money Market - Interest Bearing

Taxpayer ID No: *****0000

For Period Ending: 03/18/10

Blanket Bond (per case limit): \$ 5,000,000.00

Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Trans. Code	Deposits (\$)	Disbursements (\$)	Account CD Balance (\$)
		Wheaton, IL 60181					
			Claim 86,400.00	4210-000			174,870.00
			Interest 10,451.91	7990-000			174,870.00
10-31-08	3	BANK OF AMERICA, N.A.	Interest Rate 0.100	1270-000	21.41		174,891.41
11-28-08	3	BANK OF AMERICA, N.A.	Interest Rate 0.100	1270-000	14.18		174,905.59
12-31-08	3	BANK OF AMERICA, N.A.	Interest Rate 0.020	1270-000	9.37		174,914.96
01-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.020	1270-000	2.93		174,917.89
02-06-09	000126	International Sureties Ltd	trustee bond	2300-000		189.20	174,728.69
02-27-09	3	BANK OF AMERICA, N.A.	INTEREST REC'D FROM BANK	1270-000	2.65		174,731.34
03-31-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.020	1270-000	2.94		174,734.28
04-29-09	9	Chase	turnover of bank account	1129-000	1,809.23		176,543.51
		Phoenix AZ					
04-29-09	9	Chase		1129-000	13,822.69		190,366.20
		Phoenix AZ					
04-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.10		190,373.30
05-29-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.87		190,381.17
06-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.75		190,388.92
07-31-09	3	BANK OF AMERICA, N.A.	INTEREST REC'D FROM BANK	1270-000	8.01		190,396.93
08-31-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	8.01		190,404.94
09-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.75		190,412.69
10-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	8.00		190,420.69
11-30-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.76		190,428.45
12-31-09	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	8.01		190,436.46
01-29-10	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	8.00		190,444.46
02-26-10	3	BANK OF AMERICA, N.A.	Interest Rate 0.050	1270-000	7.23		190,451.69

Total Of All Accounts 190,451.69

TRUSTEE'S PROPOSED DISTRIBUTION

Exhibit D

Case No.: 07-08141

Case Name: OPTOBIONICS CORPORATION

Trustee Name: BRENDA PORTER HELMS, TRUSTEE

Claims of secured creditors will be paid as follows:

<i>Claimant</i>	<i>Proposed Payment</i>
.....	\$
.....	\$
.....	\$

Applications for chapter 7 fees and administrative expenses have been filed as follows:

<i>Reason/Applicant</i>	<i>Fees</i>	<i>Expenses</i>
<i>Trustee: BRENDA PORTER HELMS,</i>		
<i>TRUSTEE</i>	\$ 34,764.84	\$ 1,712.08
<i>Attorney for trustee: Springer Brown Covey</i>		
<i>Gaertner & Davis LL</i>	\$ 8,094.00	\$ 211.84
<i>Appraiser:</i>	\$	\$
<i>Auctioneer:</i>	\$	\$
<i>Accountant: Alan D. Lasko & Associates</i>		
<i>P.C.</i>	\$ 14,311.50	\$ 120.80
<i>Special Attorney for trustee:</i>	\$	\$
<i>Charges:</i>	\$	\$
<i>Fees:</i>	\$	\$
<i>Other:</i>	\$	\$
<i>Other:</i>	\$	\$

Applications for prior chapter fees and administrative expenses have been filed as follows:

<i>Reason/Applicant</i>	<i>Fees</i>	<i>Expenses</i>
<i>Attorney for debtor:</i>	\$	\$
<i>Attorney for:</i>	\$	\$
<i>Accountant for:</i>	\$	\$
<i>Appraiser for:</i>	\$	\$
<i>Other:</i>	\$	\$

In addition to the expenses of administration listed above as may be allowed by the Court, priority claims totaling \$ 44,013.46 must be paid in advance of any dividend to general (unsecured) creditors.

Allowed priority claims are:

<i>Claim Number</i>	<i>Claimant</i>	<i>Allowed Amt. of Claim</i>	<i>Proposed Payment</i>
<i>000009</i>	<i>County Of Santa Clara</i>	<i>\$ 17,591.88</i>	<i>\$ 17,591.88</i>
	<i>IL. Department of Employment</i>		
<i>000014B</i>	<i>Security</i>	<i>\$ 333.14</i>	<i>\$ 333.14</i>
<i>000017</i>	<i>Carol Schneider</i>	<i>\$ 1,770.00</i>	<i>\$ 1,770.00</i>
<i>000020A</i>	<i>Cannon Joanna</i>	<i>\$ 4,316.67</i>	<i>\$ 4,316.67</i>
<i>000021A</i>	<i>Zorn Jan</i>	<i>\$ 7,665.00</i>	<i>\$ 7,665.00</i>
<i>000022</i>	<i>David Pincus</i>	<i>\$ 6,988.00</i>	<i>\$ 6,988.00</i>
<i>000023</i>	<i>Cannon Joanna</i>	<i>\$ 3,773.38</i>	<i>\$ 3,773.38</i>
<i>000028B</i>	<i>Kotowski Jacek</i>	<i>\$ 1,575.39</i>	<i>\$ 1,575.39</i>

The actual distribution to wage claimants included above, if any, will be the proposed payment less applicable withholding taxes (which will be remitted to the appropriate taxing authorities).

Timely claims of general (unsecured) creditors totaling \$ 1,093,264.34 have been allowed and will be paid pro rata only after all allowed administrative and priority claims have been paid in full. The

timely allowed general (unsecured) dividend is anticipated to be 8.0 percent.

Timely allowed general (unsecured) claims are as follows:

<i>Claim Number</i>	<i>Claimant</i>	<i>Allowed Amt. of Claim</i>	<i>Proposed Payment</i>
000001A	<i>Oxford Finance Corporation</i>	\$ 384,487.41	\$ 30,675.30
000002	<i>TGI Fianacial Inc</i>	\$ 100,000.00	\$ 7,978.23
000004	<i>Leeb and Cornell Partnership</i>	\$ 9,699.89	\$ 773.88
000006	<i>Cryospec, Inc</i>	\$ 64.96	\$ 5.18
000007	<i>Worknet, Inc.</i>	\$ 840.00	\$ 67.02
000008	<i>Pollack Dr. John S.</i>	\$ 6,000.00	\$ 478.69
000010	<i>Sonitrol/Pacific West Security</i>	\$ 216.60	\$ 17.28
000011	<i>Nanostructures, Inc.</i>	\$ 650.00	\$ 51.86
000012	<i>Mid Labs Inc</i>	\$ 123,634.90	\$ 9,863.88
	<i>American Express Travel</i>		
000013	<i>Related Svcs Co</i>	\$ 3,648.83	\$ 291.11
000015A	<i>Michael Selzer</i>	\$ 196,126.16	\$ 15,647.40
	<i>Johns Hopkins</i>		
000016	<i>University/SOM Wilmer</i>	\$ 74,616.00	\$ 5,953.04
000021B	<i>Zorn Jan</i>	\$ 34,260.00	\$ 2,733.34
	<i>Dept Of Ophthalmology, Rush</i>		
000025	<i>Uni Med Ctr</i>	\$ 36,647.89	\$ 2,923.86
	<i>The Board Of Trustees of The</i>		
000026	<i>Leland</i>	\$ 84,329.40	\$ 6,728.00
	<i>Oppenheimer Wolff &</i>		
000027	<i>Donnelly</i>	\$ 36,192.30	\$ 2,887.51
20B	<i>Joanna Cannon</i>	\$ 1,850.00	\$ 147.59

Tardily filed claims of general (unsecured) creditors totaling \$ 17,083.00 have been allowed and will be paid pro rata only after all allowed administrative, priority and timely filed general (unsecured) claims have been paid in full. The tardily filed claim dividend is anticipated to be 0.0 percent.

Tardily filed general (unsecured) claims are as follows:

<i>Claim Number</i>	<i>Claimant</i>	<i>Allowed Amt. of Claim</i>	<i>Proposed Payment</i>
000028A	Kotowski Jacek	\$ 10,833.00	\$ 0.00
000029	Kirk H Packo, MD	\$ 6,250.00	\$ 0.00
		\$	\$

Subordinated unsecured claims for fines, penalties, forfeitures, or damages and claims ordered subordinated by the Court totaling \$ 195.00 have been allowed and will be paid pro rata only after all allowed administrative, priority and general (unsecured) claims have been paid in full. The dividend for subordinated unsecured claims is anticipated to be 0.0 percent.

Subordinated unsecured claims for fines, penalties, forfeitures or damages and claims ordered subordinated by the Court are as follows:

<i>Claim Number</i>	<i>Claimant</i>	<i>Allowed Amt. of Claim</i>	<i>Proposed Payment</i>
	IL. Department of Employment		
000014A	Security	\$ 195.00	\$ 0.00
		\$	\$
		\$	\$

The amount of surplus returned to the debtor after payment of all claims and interest is \$ 0.00 .